

UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEW JERSEY
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In Re:

GEORGE SARIOS,

Debtor.

Case No.: 19-32528/MBK

Chapter 11

Judge: Hon. Michael B. Kaplan

FIRST MODIFIED PLAN OF LIQUIDATION OF GEORGE SARIOS

Debtor/Plan Proponent respectfully submits his First Modified Plan of Liquidation pursuant to Chapter 11, Title 11 of the United States Code, in the form annexed hereto and made a part hereof.

NAME OF DEBTOR/PLAN PROPONENT

/s/ George Sarios
George Sarios

Date: December 31, 2020

TABLE OF CONTENTS

	Page
I. INTRODUCTION	3
II. CLASSIFICATION AND TREATMENT OF CLAIMS AND INTERESTS	3
A. General Overview	3
B. Definitions	4
C. Unclassified Claims	10
1. Administrative Expenses and Fees	10
2. Priority Tax Claims	11
D. Classified Claims and Interests	12
1. Classes of Secured Claims	12
2. Priority Non-Tax Claims	13
3. Class of General Unsecured Claims	14
4. Class(es) of Equity Interest Holders	14
E. Acceptance or Rejection of Plan	14
F. Means of Effectuating the Plan	15
1. Funding for the Plan	15
2. Post-Confirmation Management	15
3. Disbursing Agent	15
III. TREATMENT OF MISCELLANEOUS ITEMS	15
A. Executory Contracts and Unexpired Leases	15
1. Assumptions	16
2. Rejections	16
B. Changes in Rates Subject to Regulatory Commission Approval	16
C. Retention of Jurisdiction	16
D. Procedures for Resolving Contested Claims	17
E. Notices under the Plan	17
F. Governing Law	17
G. Exculpation	18
H. Rights of Action	18
I. Revocation or Withdrawal of Plan	18
J. Weekends and Holidays	19
K. Setoffs	19
L. Unclaimed Property	19
IV. EFFECT OF CONFIRMATION OF PLAN	19
A. Discharge	19
B. Revesting of Property in the Debtor	20
C. Modification of Plan	20
D. Post-Confirmation Conversion/Dismissal	20

E. Post-Confirmation Quarterly Fees.....20

**I.
INTRODUCTION**

George Sarios, (the “Debtor”) is the Debtor in a Chapter 11 bankruptcy case. On December 2, 2019 (the “**Petition Date**”), the Debtor commenced a bankruptcy case by filing a voluntary Chapter 11 petition under the United States Bankruptcy Code, 11 U.S.C. § 101 et seq. (“Bankruptcy Code “). This document is the Chapter 11 plan (“Plan”) proposed by George Sarios (sometimes referred to as the “Proponent(s)”). Sent to you in the same envelope as this document is the Disclosure Statement which has been approved by the United States Bankruptcy Court for the District of New Jersey (the “Court”), and which is provided to help you understand the Plan.

This is a plan of liquidation. The Debtor intends to sell his real property his secured creditor(s). The Effective Date of the proposed Plan is 30 days after entry of an Order of the Bankruptcy Court confirming the Plan.

**II.
CLASSIFICATION AND TREATMENT OF CLAIMS AND INTERESTS**

A. GENERAL OVERVIEW. As required by the Bankruptcy Code, the Plan classifies claims and interests in various classes according to their right to priority of payment as provided in the Bankruptcy Code. The Plan states whether each class of claims or interests is impaired or unimpaired. The Plan provides the treatment each class will receive under the Plan. The categories of Claims and Equity Interests listed below classify Allowed Claims and Allowed

Equity Interests for all purposes, including voting, confirmation, and distribution pursuant to the Plan.

B. DEFINITIONS. **Scope of Definitions.** For purposes of this Plan, except as expressly otherwise provided or unless the context otherwise requires, all capitalized terms not otherwise defined shall have the meanings assigned to them in this Section of the Plan. In all references herein to any parties, persons, entities, or corporations, the use of any particular gender or the plural or singular number is intended to include the appropriate gender or number as the text may require.

1. **Administrative Expense** shall mean any cost or expense of administration of the Chapter 11 case allowable under Section 507(a) of the Bankruptcy Code, including, without limitation, any actual and necessary expenses of preserving the estate of the Debtor, any actual and necessary expense of operating the business of the Debtor, any indebtedness or obligation incurred or assumed by the Debtor in connection with the conduct of its business or for the acquisition or lease of property or the rendition of services to the Debtor, all allowances of compensation and reimbursement of expenses, any fees or charges assessed against the estate of any Debtor under Chapter 123, Title 28, of the United States Code, and the reasonable fees and expenses incurred by the Proponent in connection with the proposal and confirmation of this Plan.
2. **Allowed** when used as an adjective preceding the words “Claim(s)” or “Equity Interest(s)”, shall mean any Claim against or Equity Interests of the Debtor, proof of which was filed on or before the date designated by the Bankruptcy Court as the last date for filing proofs of claim or Equity Interest against such Debtor, or, if no proof of

claim or Equity Interest is filed, which has been or hereafter is listed by the Debtor as liquidated in amount and not disputed or contingent and, in either case, a Claim as to which no objection to the allowance thereof has been interposed within the applicable period of limitations fixed by the Plan, the Bankruptcy Code, the Federal Rules of Bankruptcy Procedure, Local Rules, or as to which any objection has been interposed and such Claim has been allowed in whole or in part by a Final Order. Unless otherwise specified in the Plan, “Allowed Claim” and “Allowed Equity Interest” shall not, for purposes of computation of distributions under the Plan, include interest on the amount of such Claim or Equity Interest from and after the Petition Date.

3. **Allowed Administrative Expense** shall mean any Administrative Expense allowed under Section 507(a)(1) of the Bankruptcy Code.
4. **Allowed Unsecured Claim** shall mean an Unsecured Claim that is or has become an Allowed Claim.
5. **Ballot** or **Ballots** means the ballot or ballots which must be used to cast votes to accept or reject the Plan.
6. **Bankruptcy Code** shall mean the Bankruptcy Reform Act of 1978, as amended, and as codified in Title 11 of the United States Code at 11 U.S.C. § 101 *et seq.*
7. **Bankruptcy Court** shall mean the United States Bankruptcy Court for the District of New Jersey having jurisdiction over the Chapter 11 Case and, to the extent of any reference made pursuant to 28 U.S.C. Section 158, the unit of such District Court constituted pursuant to 28 U.S.C. Section 151.

8. **Bankruptcy Rules** shall mean the rules and forms of practice and procedure in bankruptcy, promulgated under 28 U.S.C. Section 2075 and also referred to as the Federal Rules of Bankruptcy Procedure.
9. **Board of Directors** shall mean the board of directors of the Debtor if the Debtor is a corporation.
10. **Business Day** means and refers to any day except Saturday, Sunday, and any other day on which commercial banks in New Jersey are authorized by law to close.
11. **Chapter 11 Case** shall mean a case under Chapter 11 of the Bankruptcy Code in which George Sarios is the Debtor.
12. **Claim** shall mean any right to payment from the Debtor whether or not such right is reduced to judgment, liquidated, unliquidated, fixed, contingent, matured, unmatured, disputed, undisputed, legal, equitable, secured, or unsecured; or any right to an equitable remedy for breach of performance if such breach gives rise to a right of payment from the Debtor whether or not such right to an equitable remedy is reduced to judgment, fixed, contingent, matured, unmatured, disputed, undisputed, secured, or unsecured. All claims as such term is defined in section 101(5) of the Bankruptcy Code.
13. **Class** shall mean a grouping of substantially similar Claims or Equity Interests for common treatment thereof pursuant to the terms of this Plan.
14. **Code** shall mean Title 11 of the United States Code, otherwise known as the Bankruptcy Code.

15. **Confirmation** shall mean the entry of an Order by this Court approving the Plan in accordance with the provisions of the Bankruptcy Code.
16. **Confirmation Hearing** shall mean a hearing conducted before the Bankruptcy Court for the purpose of considering confirmation of the Plan.
17. **Confirmation Order** shall mean an Order of the Bankruptcy Court confirming the Plan in accordance with the provisions of Chapter 11 of the Bankruptcy Code.
18. **Creditor** shall mean any person that has a Claim against the Debtor that arose on or before the Petition Date or a Claim against the Debtor's estate of any kind specified in section 502(g), 502(h) or 502(i) of the Bankruptcy Code. This includes all persons, corporations, partnerships, or business entities holding claims against the Debtor.
19. **Debt** means, refers to and shall have the same meaning ascribed to it in Section 101(12) of the Code.
20. **Debtor** shall mean George Sarios.
21. **Disbursing Agent** shall mean the attorney for the Debtor or any party appointed by and subject to Court approval, which shall effectuate this Plan and hold and distribute consideration to be distributed to holders of Allowed Claims and Allowed Equity Interests pursuant to the provisions of the Plan and Confirmation Order.
22. **Disclosure Statement** means and refers to the Disclosure Statement filed by the Debtor as required pursuant to Section 1125 et seq. of the Bankruptcy Code.
23. **Disputed Administrative Expense, Disputed Claim, and Disputed Equity Interest** means any Administrative Expense, Claim, or Equity Interest, as the case may be (i) listed on the Schedules as unliquidated, disputed, or contingent, or (ii) as to which the

Debtor or any other party in interest has interposed a timely objection or request for estimation in accordance with the Bankruptcy Code and the Bankruptcy Rules, which objection or request for estimation has not been withdrawn or determined by a Final Order.

24. **Effective Date** shall mean 30 days after the Confirmation Order becomes a Final Order.
25. **Equity Interest Holder** shall mean the holder of an equity interest in the Debtor if the Debtor is not a natural person. If the Debtor is a natural person, equity interest holder shall mean the Debtor.
26. **Equity Interest** shall mean any stock or shareholder interest in a Debtor that is not a natural person. If the Debtor is a natural person, equity interest holder shall mean the Debtor's ownership interest in her/his assets.
27. **Final Order** shall mean an order of the Bankruptcy Court or a court of competent jurisdiction to hear appeals from the Bankruptcy Court which, not having been reversed, modified, or amended, and not being stayed, and the time to appeal from which or to seek review or rehearing of which having expired, has become final and is in full force and effect.
28. **Impaired** when used as an adjective preceding the words "Class of Claims" or "Class of Equity Interest", shall mean that the Plan alters the legal, equitable, or contractual rights of the member of that class.
29. **Individual** shall mean a natural person, i.e. a human being.

- 30. **Person** shall mean an individual, a corporation, a partnership, an association, a joint stock company, a joint venture, an estate, a trust, an unincorporated organization, or a government or any political subdivision thereof or other entity.
- 31. **Petition Date** shall mean the date on which the Debtor filed this petition for relief commencing the Chapter 11 Case, December 2, 2019.
- 32. **Plan** shall mean the Plan of Liquidation filed in these Proceedings, together with any additional modifications and amendments.
- 33. **Priority Non-Tax Claim** shall mean a Claim entitled to priority under sections 507(a)(2),(3), (4), (5), (6) or (7) of the Bankruptcy Code, but only to the extent it is entitled to priority in payment under any such subsection.
- 34. **Priority Tax Creditor** shall mean a Creditor holding a priority tax claim.
- 35. **Priority Tax Claim** shall mean any Claim entitled to priority in payment under section 507(a)(8) of the Bankruptcy Code, but only to the extent it is entitled to priority under such subsection.
- 36. **Proceedings** shall mean the Chapter 11 Case of the Debtor.
- 37. **Professional Persons** means and refers to all attorneys, accountants, appraisers, consultants, and other professionals retained or to be compensated pursuant to an Order of the Court entered under Sections 327, 328, 330, or 503(b) of the Bankruptcy Code.
- 38. **Professional Claim** means and refers to a claim by any and all professionals as provided for in Sections 327, 328, 330 and 503(b) of the Bankruptcy Code.
- 39. **Proponent** means the Debtor, George Sariosis.

40. **Pro Rata Share** means, with respect to any distribution of property under the Plan, a proportionate share, so that the ratio of the amount of property distributed on account of an Allowed Claim or Allowed Equity Interest to the amount of such Allowed Claim or Allowed Equity Interest is the same as the ratio of the amount of property distributed on account of all Allowed Claims or Allowed Equity Interests in such class to the amount of all Allowed Claims or Allowed Equity Interests in that class.
41. **Record Date** if used in this Plan means 5:00 p.m. on the last day for the filing of ballots to vote in favor of or against the Plan.
42. **Secured Claim** means and refers to a Claim which is secured by a valid lien, security interest, or other interest in property in which the Debtor has an interest which has been perfected properly as required by applicable law, but only to the extent of the value of the Debtor's interest in such property, determined in accordance with Section 506(a) of the Bankruptcy Code.
43. **Unsecured Claim** shall mean any Claim against the Debtor which arose or which is deemed by the Bankruptcy Code to have arisen prior to the Petition Date for such Debtor, and which is not (i) a secured claim pursuant to Section 506 of the Bankruptcy Code, as modified by section 1111(b) of the Bankruptcy Code, or (ii) a Claim entitled to priority under sections 503 or 507 of the Bankruptcy Code. "Unsecured Claim" shall include all Claims against the Debtor that are not expressly otherwise dealt with in the Plan.
44. **Other Definitions**, a term used and not defined herein but that is defined in the Bankruptcy Code shall have the meaning set forth therein. The words "herein",

“hereof”, “hereto, hereunder”, and others of similar import refer to the Plan as a whole and not to any particular section, subsection, or clause contained in the Plan. Moreover some terms defined herein are defined in the section in which they are used.

C. UNCLASSIFIED CLAIMS. Certain types of claims are not placed into voting classes; instead they are unclassified. They are not considered impaired and they do not vote on the Plan because they are automatically entitled to specific treatment provided for them in the Bankruptcy Code. As such, the Proponent has not placed the following claims in a class. The treatment of these claims is provided below.

1. Administrative Expenses and Fees. Administrative expenses are claims for costs or expenses of administering the Debtor’ Chapter 11 case which are allowed under Code Section 503(b). Fees payable to the Clerk of the Bankruptcy Court and the Office of the United States Trustee were also incurred during the Chapter 11 Case. The Code requires that all administrative expenses be paid on the Effective Date of the Plan, unless a particular claimant agrees to a different treatment. Court Approval of Professional Compensation and Expenses Required: The Court must approve all professional compensation and expenses. Each professional person requesting compensation in the case pursuant to Sections 327, 328, 330, 331, 503(b) or 1103 of the Bankruptcy Code shall file an application for allowance of final compensation and reimbursement of expenses not later than ninety (90) days after the Confirmation Date. Nothing herein shall prohibit each professional person from requesting interim compensation during the course of this case pending Confirmation of this Plan. No motion or application is required to fix fees payable to the Clerk’s Office or the Office of the United States Trustee, as those fees are determined by statute.

2. Priority Tax Claims. Priority tax claims are certain unsecured income, employment and other taxes described by Code Section 507(a)(8). The Code requires that each holder of such a Section 507(a)(8) priority tax claim receive on account of such claim regular installment payments in cash—

(i) of a total value, as of the effective date of the plan, equal to the allowed amount of such claim;

(ii) over a period ending not later than 5 years after the date of the order for relief under section 301, 302, or 303; and

(iii) in a manner not less favorable than the most favored nonpriority unsecured claim provided for by the plan (other than cash payments made to a class of creditors under section 1122 (b)).

The following chart lists all of the Debtor' Section 507(a)(8) priority tax claims and their treatment under the Plan:

DESCRIPTION	AMOUNT OF CLAIM	TREATMENT
NONE	N/A	N/A

D. CLASSIFIED CLAIMS AND INTERESTS.

1. Classes of Secured Claims. Secured claims are claims secured by liens on property of the estate. The following chart identifies this Plan's treatment of the class containing all of Debtor' secured claims:

CLASS	Claim Description	Impaired	Treatment
1	Secured Claim of Specialized Loan Servicing, LLC (“SLS”), in the amount of \$135,889.33, secured by a first mortgage on real property commonly known as 1801 Pitney Street, Oakhurst, New Jersey.	YES	The Debtor and Secured Creditor have entered into an agreement whereby SLS has agreed to accept monthly adequate protection payments of \$1,211.47 from the Debtor. The Debtor has further agreed to sell the property by September 21, 2021.
2	Secured Claim of Two River Community Bank is classified as an omnibus claim in the amount of \$1,295,355.40 secured by: a first, second, third, fourth, and fifth mortgage on real property commonly known as 1801 Pitney Street, Ocean Township, New Jersey; a first, second, and third mortgage on real property commonly known as 61 Redwood Drive, Ocean Township, New Jersey; and a first and second mortgage on real property known as 1046 Wayside Road, Tinton Falls, New Jersey	YES	The Debtor shall market and sell each of the properties with a closing date no later than September 21, 2021. On account of its mortgages and/or foreclosure proceedings, Secured Creditor shall be paid in order of priority, principal, interest, late charges, and allowable counsel fees. To the extent the net proceeds are insufficient to pay any of the mortgages in full, the unpaid balances shall be reclassified as unsecured. In the event the Debtor is unsuccessful in the marketing and sale of any of the properties, Secured Creditor shall be free to proceed with remedies allowable by state law. The holder of the Claim(s) in this Class shall retain its prepetition lien(s), and all rights of the holder of the Claim(s) in this Class, to the

			extent not inconsistent with the Plan shall remain as set forth in the prepetition loan documents and as provided by applicable non-bankruptcy law.
3	Secured Claim of Infiniti Financial Services in the amount of \$14,040.00.	NO	The creditor filed a secured claim. This not a secured claim. The Debtor is simply co-signor on spouse's auto lease. This claim will be reclassified as unsecured and paid by Debtor's spouse in accordance with the lease terms.
4	Secured Claim Joseph Fazio-Wall, LLC in the amount of \$14,930.01.	YES	There are liens on the property that are superior to the liens of this creditor. This claim will be modified to an unsecured claim pursuant to 506(a) and (d) and the lien shall be void.

2. Classes of Priority Non-Tax Unsecured Claims. Certain priority claims that are referred to in Code Sections 507(a)(3), (4), (5), (6), and (7) **are** required to be placed in classes. These types of claims are entitled to priority treatment as follows: the Code requires that each holder of such a claim receive cash on the Effective Date equal to the allowed amount of such claim. However, a class of unsecured priority claim holders may vote to accept deferred cash payments of a value, as of the Effective Date, equal to the allowed amount of such claims. Debtor has no § 507(a)(3), (a)(4), (a)(5), (a)(6), or (a)(7) priority unsecured claims.

3. Class of General Unsecured Claims. General unsecured claims are uncollateralized claims not entitled to priority under Code Section 507(a). The following chart identifies this Plan's treatment of the class containing all of Debtor's general unsecured claims:

CLASS #	DESCRIPTION	IMPAIRED (Y/N)	TREATMENT
5	Unsecured claims not entitled to priority totaling approximately \$36,199.86.	YES	The holders of the Allowed Claims in this Class shall be paid a total of \$302 per month distributed pro rata (approximately 50% of Allowed Class 5 Claims), payable over a period of 5 years: commencing on the Effective Date and continuing every year thereafter until the payments have been paid in full.

4. Class(es) of Interest Holders. Interest holders are the parties who hold ownership interest (i.e., equity interest) in the Debtor. Since the Debtor is an individual, he is the equity holder of his own assets. The following chart identifies the Plan's treatment of the class of interest holders:

CLASS	DESCRIPTION	IMPAIRED (Y/N)	TREATMENT
6	Debtor's Equity Interest in her assets.	NO	The Debtor shall retain ownership of her assets except to the extent provided in the Plan.

E. ACCEPTANCE OR REJECTION OF PLAN. Each impaired class of Creditors with claims against the Debtor's estate shall be entitled to vote separately to accept or reject the Plan. A class of Creditors shall have accepted the Plan if the Plan is accepted by at least two-thirds in

the aggregate dollar amount and more than one-half in number of holders of the allowed Claims of such class that have accepted or rejected the Plan. In the event that any impaired class of Creditors or Interest holders shall fail to accept the Plan in accordance with Section 1129(a) of the Bankruptcy Code, the Proponent reserves the right to request that the Bankruptcy Court confirm the Plan in accordance with Section 1129(b) of the Bankruptcy Code.

F. MEANS OF EFFECTUATING THE PLAN.

1. **Funding for the Plan.** The Debtor is relying upon the proceeds from the sale of his real property to make payments under the Plan. As described in the treatment of Classes I and II, the Debtor proposes to sell the properties in accordance with terms of contracts, once negotiated and executed, to be docketed with the Bankruptcy Court as supplements.
2. **Post-Confirmation Management.** The Debtor is an individual and manages his own financial affairs and will continue to do so after the Plan is confirmed.
3. **Disbursing Agent.** Broege, Neumann, Fischer & Shaver, LLC (“Disbursing Agent”) shall act as the disbursing agent for the purpose of making the initial distribution provided for under the Plan. The Disbursing Agent shall serve no bond. Subsequent distributions shall be made by the Debtor.

III. TREATMENT OF MISCELLANEOUS ITEMS

A. EXECUTORY CONTRACTS AND UNEXPIRED LEASES.

1. Assumptions. The following are the unexpired leases and executory contracts to be assumed as obligations of the Debtor under this Plan: Infiniti Financial Services. The Debtor is co-signor on his spouse’s auto lease. This claim will be paid by Debtor’s spouse in accordance with the lease terms.

2. Rejections. The following are the unexpired leases and executory contracts to be rejected as obligations of the Debtor under this Plan: NONE

The order confirming the Plan shall constitute an order approving the rejection of the lease or contract. If you are a party to a contract or lease to be rejected and you object to the rejection of your contract or lease, you must file and serve your objection to the Plan within the deadline for objecting to the confirmation of the Plan. See Disclosure Statement for the specific date. **THE BAR DATE FOR FILING A PROOF OF CLAIM BASED ON A CLAIM ARISING FROM THE REJECTION OF A LEASE OR CONTRACT IS UP TO AND INCLUDING SIXTY (60) DAYS FOLLOWING THE ENTRY OF THE CONFIRMATION ORDER.** Any claim based on the rejection of an executory contract or unexpired lease will be barred if the proof of claim is not timely filed, unless the Court later orders otherwise.

B. CHANGES IN RATES SUBJECT TO REGULATORY COMMISSION APPROVAL.

This Debtor is not in a business, which is subject to governmental regulatory commission approval of its rates.

C. RETENTION OF JURISDICTION. The Court shall retain jurisdiction of this case pursuant to the provisions of Chapter 11 of the Bankruptcy Code, pending the final allowance or disallowance of all Claims affected by the Plan, and to make such orders as are necessary or appropriate to carry out the provisions of this Plan, including without limitation, the amount required to cure the default in the Class II claim pursuant to 11 U.S.C. § 1124. In addition, the Court shall retain jurisdiction to implement the provisions of the Plan in the manner as provided under Section 1142, sub-paragraphs (a) and (b) of the Bankruptcy Code. If the Court abstains

from exercising, or declines to exercise jurisdiction, or is otherwise without jurisdiction over any matter set forth in this Section, or if the Debtor or the reorganized Debtor elect to bring an action or proceeding in any other forum, then this Section shall have no effect upon and shall not control, prohibit or limit the exercise of jurisdiction by any other court, public authority or commission having competent jurisdiction over such matters.

D. PROCEDURES FOR RESOLVING CONTESTED CLAIMS. Objections to Claims and Equity Interests, except for those Claims more specifically deemed Allowed in the Plan, may be filed by the Debtor or any party in interest up to and including sixty (60) days following the entry of the Confirmation Order. With respect to disputed Claims or disputed Equity Interests, the Disbursing Agent will hold in a separate interest-bearing reserve account such funds as would be necessary in order to make the required distribution on the Claim or Equity Interest, as listed either in the Debtor's schedules or the filed proof(s) of claim. Funds held shall be released only upon entry of a Final Order resolving the dispute.

E. NOTICES UNDER THE PLAN. All notices, requests or demands with respect to this Plan shall be in writing and shall be deemed to have been received within five (5) days of the date of mailing, provided they are sent by registered mail or certified mail, postage prepaid, return receipt requested, and if sent to the Proponent, addressed to:

TIMOTHY P. NEUMANN, ESQ.
BROEGE, NEUMANN, FISCHER & SHAVER, LLC
25 ABE VOORHEES DRIVE
MANASQUAN, NEW JERSEY 08736
(732) 223-8484
EMAIL: timothy.neumann25@gmail.com

F. GOVERNING LAW. Unless a rule of law or procedure is supplied by federal law (including the Bankruptcy Code and Bankruptcy Rules), the internal laws of the State of New Jersey shall govern the construction and implementation of the Plan and any agreements, documents, and instruments executed in connection with the Plan.

G. EXCULPATION. Neither the Debtor nor any statutory committee, nor any of their respective members, officers, directors, employees, or agents shall have or incur any liability to any holder of a Claim or Equity Interest for any act or omission in connection with, or arising out of, the pursuit of confirmation of the Plan, the consummation of the Plan or the administration of the Plan or the property to be distributed under the Plan, except for willful misconduct or gross negligence, and in all respects, shall be entitled to rely upon the advice of counsel with respect to their duties and responsibilities under the Plan.

H. RIGHTS OF ACTION. Any rights or causes of action accruing to the Debtor shall remain assets of the estate of the Debtor. The Debtor may pursue those rights of action, as appropriate, in accordance with what is in the best interests, and for the benefit, of the Debtor.

I. REVOCATION OR WITHDRAWAL.

1. **Right to Revoke.** The Debtor reserves the right to revoke or withdraw the Plan prior to the Confirmation Date.

2. **Effect of Withdrawal or Revocation.** If the Debtor revokes or withdraws the Plan prior to the Confirmation Date, or if the Confirmation Date or the Effective Date do not occur, then the Plan shall be deemed null and void. In such event, nothing contained herein shall be deemed to constitute a waiver or release of any claims by or against the Debtor or any other person or to

prejudice in any manner the rights of the Debtor or any person in any further proceedings involving the Debtor.

J. SATURDAY, SUNDAY, OR LEGAL HOLIDAY. If any payment or act under the Plan is required to be made or performed on a date that is not a Business Day, then the making of such payment or the performance of such act may be completed on the next succeeding Business Day, but shall be deemed to have been completed as of the required date.

K. SETOFFS. The Debtor may, but shall not be required to, set off against any Claim and the payments to be made pursuant to the Plan in respect of such Claim, any claims of any nature whatsoever the Debtor may have against the claimant, but neither the failure to do so nor the allowance of any Claim hereunder shall constitute a waiver or release by the Debtor of any such claim the Debtor may have against such claimant.

L. DISTRIBUTION OF UNCLAIMED PROPERTY. Except as otherwise provided in the Plan, any distribution of property (cash or otherwise) under the Plan which is unclaimed after five (5) years following the Confirmation Date shall be transferred by the Disbursing Agent to the Debtor.

IV. EFFECT OF CONFIRMATION OF PLAN

A. DISCHARGE. The Debtor shall not be discharged of liability for payment of debts incurred before confirmation of the Plan until all payments under the plan are completed, unless, after notice and hearing, the Court permits an earlier discharge pursuant to section 1141(d)(5)(B) of the Code. If Confirmation of this Plan does not occur, the Plan shall be deemed null and void. In such event, nothing contained in this Plan shall be deemed to constitute a waiver or release of

any claims against the Debtor or his estate or any other persons, or to prejudice in any manner the rights of the Debtor or his estate or any person in any further proceeding involving the Debtor or his estate. The provisions of this Plan shall be binding upon Debtor, all Creditors and all Equity Interest Holders, regardless of whether such Claims or Equity Interest Holders are impaired or whether such parties accept this Plan, upon Confirmation thereof.

B. MODIFICATION OF PLAN. The Proponents of the Plan may modify the Plan at any time before Confirmation. The Court may require a new disclosure statement or re-voting on the Plan, however, if the Proponent modifies the Plan before Confirmation. The Proponent may also seek to modify the Plan at any time after Confirmation so long as (1) the Plan has not been substantially consummated and (2) the Court authorizes the proposed modification after notice and a hearing.

C. POST-CONFIRMATION CONVERSION/DISMISSAL. A creditor or party in interest may bring a motion to convert or dismiss the case under § 1112(b), after the Plan is confirmed, if there is a default in performing under the Plan. If the Court orders the case converted to Chapter 7 after the Plan is confirmed, then all property that had been property of the Chapter 11 estate, and that has not been disbursed pursuant to the Plan, will revert in the Chapter 7 estate, and the automatic stay will be reimposed upon the revested property only to the extent that relief from stay was not previously granted by the Court during this case.

E. POST-CONFIRMATION QUARTERLY FEES. Quarterly fees pursuant to 28 U.S.C. Section 1930 (a)(6) continue to be payable to the office of the United States trustee post-confirmation until such time as the case is converted, dismissed, or closed pursuant to a final decree.

